

# Fiscal Note

State of Alaska  
2021 Legislative Session

Bill Version:	HB 126
Fiscal Note Number:	2
(S) Publish Date:	5/19/2021

Identifier: HB126-DCCED-CBPL-05-17-21  
Title: EXTEND BOARD OF PUBLIC ACCOUNTANCY  
Sponsor: THOMPSON  
Requester: (S) FINANCE

Department: Department of Commerce, Community and  
Economic Development  
Appropriation: Corporations, Business and Professional  
Licensing  
Allocation: Corporations, Business and Professional  
Licensing  
OMB Component Number: 2360

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2022 Appropriation Requested	Included in Governor's FY2022 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2022	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Personal Services							
Travel		24.1	24.1	24.1	24.1	24.1	24.1
Services		1.5	1.5	1.5	1.5	1.5	1.5
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>

## Fund Source (Operating Only)

1156 Rcpt Svcs (DGF)		25.6	25.6	25.6	25.6	25.6	25.6
<b>Total</b>	<b>0.0</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

1156 Rcpt Svcs (DGF)		25.6	25.6	25.6	25.6	25.6	25.6
<b>Total</b>	<b>0.0</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>	<b>25.6</b>

**Estimated SUPPLEMENTAL (FY2021) cost:** 0.0 (separate supplemental appropriation required)

**Estimated CAPITAL (FY2022) cost:** 0.0 (separate capital appropriation required)

**Does the bill create or modify a new fund or account?** No  
(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No  
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

## Why this fiscal note differs from previous version/comments:

Updated to correct confusion in the analysis section regarding annual expenditures for this program.

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Agency: Office of Management and Budget

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Date: 05/17/2021 10:17 AM  
Date: 05/17/21

REPORTED OUT OF  
SFC 05/19/2021

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2021 LEGISLATIVE SESSION

## Analysis

HB 126 extends statutory authorization for the existing Board of Public Accountancy to June 30, 2029. Adoption of the bill will continue existing activities by the board and administration by the Division of Corporations, Business, and Professional Licensing (CBPL). Failure to adopt the bill would result in a one-year wind down of the board in FY2022, with CBPL assuming all licensing responsibility in FY2023.

If the bill passes the following expenses will be incurred:

Travel: \$24.1 (7 board members and 1 staff member, to attend four board meetings per year)  
 Services: \$0.4 (advertising of public notice of board meetings)  
 \$1.0 (training and conference fees)  
 \$0.1 (stipends for board members attending board meeting in community of residence)

Regardless of whether this bill passes, activities and costs of the licensing program will continue. Annual expenditures for the licensing program are estimated to be approximately \$358.2 with revenues from license fees covering those expenses. Current schedules of revenues and expenditures for CBPL licensing programs are located online at <https://www.commerce.alaska.gov/web/Portals/5/pub/FY21-2ndQtr-AllBoards.pdf>.

If this legislation is not passed and the board sunsets, CBPL would continue to require access to expertise in the profession. Replacing the expertise currently provided by volunteer board members with professional service contracts may increase the annual costs of this program, resulting in increased license fees. No professional licensing board has sunset in recent years, so reasonable estimates of this cost are unknown.

Professional licensing programs within the CBPL are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.